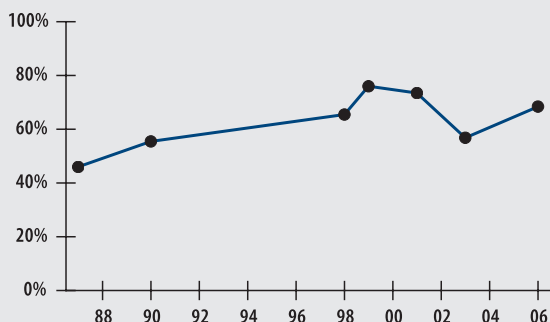
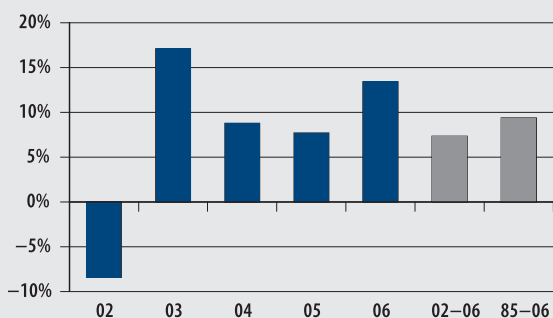


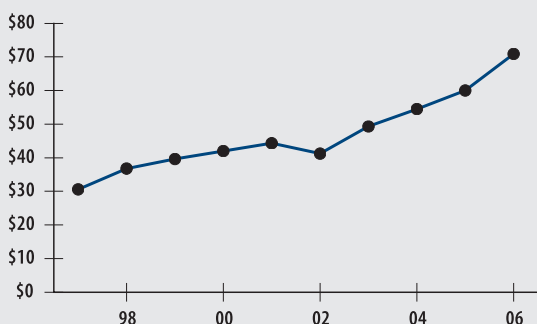
► **Funded Ratio (1987-2006)**



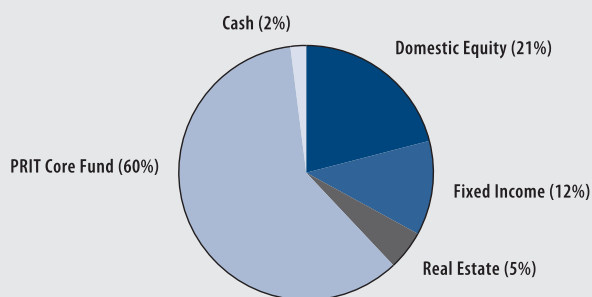
► **Investment Return (2002-2006, 5 Year and 22 Year Averages)**



► **Asset Growth (1997-2006) (Market Value in Millions)**



► **Asset Allocation (12/31/06)**



► **ACTUARIAL**

• Funded Ratio	68.4%
• Date of Last Valuation	01/06
• Actuary	Stone
• Assumed Rate of Return	8.00%
• Funding Schedule	3.5% Increasing
• Year Fully Funded	2028
• Unfunded Liability	\$29 M
• Total Pension Appropriation (Fiscal 2007)	\$4.3 M

	Active	Retired
• Number of Members	1,131	396
• Total Payroll/Benefit	\$26.2 M	\$3.9 M
• Average Salary/Benefit	\$23,200	\$9,800
• Average Age	48	NA
• Average Service	9.1 years	NA

► **INVESTMENT**

Domestic Equity

- Daruma Asset Management, Inc.
- RhumbLine S&P 500 Pooled Index Fund
- Rothschild Asset Management, Inc.

Domestic Fixed Income

- IR&M Core Bond Fund

Real Estate

- Prudential Real Estate Investors (PRISA Fund)

General Allocation

- PRIT

Consultant

- Dahab Associates

Custodian

- State Street

► 2006 Return	13.40%
► 2006 Target	9.64%
► 2006 Market Value	\$70.9 M
► 2002-2006 (Annualized)	7.34%
► 1985-2006 (Annualized)	9.37%